

Small Business Regulatory Fairness Board Small Business Impact Statement

Date: March 18, 2015

Rule Number: 2 CSR 80-5.010 Inspection Fees

Name of Agency Preparing Statement: State Milk Board

Name of Person Preparing Statement: Amy Luecke

Phone Number: 573-751-3830 **Email:** amy.luecke@mda.mo.gov

Name of Person Approving Statement: Gene Wiseman

Please describe the methods your agency considered or used to reduce the impact on small businesses (*examples: consolidation, simplification, differing compliance, differing reporting requirements, less stringent deadlines, performance rather than design standards, exemption, or any other mitigating technique*).

Inspection fees are set yearly by the State Milk Board and are raised, lowered or remain the same to reflect budget needs. Yearly financial audits are conducted by independent contract auditors.

Please explain how your agency has involved small businesses in the development of the proposed rule.

State Milk Board is composed of dairy producers, processors, consumers, and Department of Agriculture and Department of Health representatives. All members work and interact directly with dairy farms and/or dairy businesses.

Please list the probable monetary costs and benefits to your agency and any other agencies affected. Please include the estimated total amount your agency expects to collect from additionally imposed fees and how the moneys will be used.

There should be no monetary costs since these fees already assessed and now being raised, forms are electronic and can be changed by State Milk Board staff.

Benefit will be that upon adoption State Milk Board will increase funding to operate the Grade "A" Dairy Program.

Estimated total amount collected: \$184,820.00 additional revenue annually to operate Grade "A" dairy program.

Please describe small businesses that will be required to comply with the proposed rule and how they may be adversely affected.

Grade A dairy cooperatives, plants, producer/processors and distributors

Please list direct and indirect costs (in dollars amounts) associated with compliance.

Presently inspection fees for FY2015 were 4¢ per hundred weight on milk produced on farms inspected by the State Milk Board or its contracted local authority and 4¢ per hundred weight on milk imported from areas beyond the points of routine inspection.

This proposed amendment will raise the fees for FY2016 to 5¢ per hundred weight on milk produced on farms inspected by the State Milk Board or its contracted local authority and 4.5¢ per hundred weight on milk imported from areas beyond the points of routine inspection.

Please list types of business that will be directly affected by, bear the cost of, or directly benefit from the proposed rule.

Grade A dairy cooperatives, plants, producer/processors and distributors

Does the proposed rule include provisions that are more stringent than those mandated by comparable or related federal, state, or county standards?

Yes___ No_X__

If yes, please explain the reason for imposing a more stringent standard.

For further guidance in the completion of this statement, please see §536.300, RSMo.